

THE 3rd ADMINISTRATIVE POLICY TOWARD NORTH CHINA

Feb. 20, 1937.

The object in view

1. The principal object of administering North China is to complete our aim of making Manchukuo quite pro-Japanese and pro-anti-com-
intern, procuring defense materials, enforcing transportation,
preparing the defense against U.S.S.R. and establishing the con-
cert between Japan, Manchukuo and China.
2. To complete the above object, we do our best for the economic
policy in North China, aid in secret government of North China
and make Nanking Government recognize the speciality of North
China and aid the concert between Japan, Manchukuo and China.

Principles

1. Attitude toward Administrating North China

The measures which we took for North China made the foreign powers think that we were aggressive in China. So we must abstain from all the actions as give other powers misunderstand-
ing of our intention. We should do our best for the culture of
the people in North China.

For the economic development of North China we welcome the invest-
ment of private capitals. To the demand by the Government of
East Hopeh and by that of Nanking we should always respond with
sympathetic attitude. For the special trade and for free flight
in East Hopeh we continue our already decided plan to settle the
matter quickly.

2. In guiding the government of Hopeh and Chahar, we must take a
fair attitude, evade all the militaristic policies in finance,
economy and military affairs and win the popular mind.
3. In guiding the government of East Hopeh, we aid the progress in
its inner government and its industries. We must establish there
the paradise free from the exploitation by Chinese militarists.

Considering that East Hopeh cannot govern itself, we must not take
any measures as to hinder the guidance of East Hopeh.

4. Guiding the governments of Shantung, Shanhsi and Suiyuan.

* We aim the concert of these governments with Japan by our cultural and economic policy for these governments. As it may stimulate the anti-Japanese feeling among the Chinese if we carry out our anti-comintern and pro-Japanese and pro-Manchukuo propaganda, we must pay strict attention.

5. Object of developing Economy.

We welcome the investment of private capitals, and by the extension of our rights and interests in North China we establish the close friendship between Japan and China. By thus establishing the friendship not only in time of peace but in time of war we may procure the materials for munition industries.

As for the interests and rights of the third parties, we must estimate them, and in case of need we concert with them or we make the most of their capitals.